NSC BRIEFING

2 December 1958

DEVELOPMENTS IN SOUTHEAST ASIA

- In Indonesia, the army apparently plans flowly increasing penetration of government as means of takeover rather than coup.
 - A. Army chief Magution intends to assign increased number of officers to key executive, legislative and diplomatic posts.
 - B. Army hopes to steer Indonesia down middle path between Coamunism on left and Moslem extremism on right.
 - C. Army already has broad powers under martial law and representation in cabinet and other government posts.
- II. Communists have already warned of "dangers" inherent in growing army influence.

III. As always in Indonesia, outcome of developing situation rests

A. Their theme apparently will be that this is contrary to Sukarno's "guided democracy" program, which they had expected to capture, and they will attempt to arouse public resentsent.

largely in hands of Sukarno.	25X1

I.	In Thailand, Marshal Sarit and his subordinates in ruling military					
	group have not yet produced provisional constitution or interis					
	cabinet and are ruling by fiat.					
	i. Reports of friction in military clique persist.					
	1. Dissatisfaction with Sarit's one-man rule, personal					
	jealousies and ambitions are main sources of factionalism.					
	B. Sarit's rapidly declining health, now additionally strained by					
25X6	burdens of office may be encouraging subordinates					
	to lay plans for future power.					
	1. Of many possible contenders for top role, Generals Pragat					
	and Punnaka seem men to watch.					
11.	Thailand's diplomatic dispute with Cambodia temporarily overshadows					
	domestic political troubles.					
The Winds	25X' A. Cambodia, charging press slanders and border incidents, absuptly					
No. of the second	with the surface from Banakak					
	withdrew ambassador from Bangkok.					
W. K. C.						
Pring Chy	B. Thailand followed suit, has now adopted uncompromising attitude.					
*	C. Some That military leaders urging Sarit take punitive action; in					
25X1	present sabre-rattling atmosphere, border incidents possible.					
	D. Cambodia may turn to Communist China for support, as it did					
	last summer in squabble with South Vietnam.					

- I. Forced retirement of Philippine Chief of Staff Arellano by 1

 January and the reported imminent relief of intelligence chie?

 Albert foreshadows further replacements of other top military officials, possibly including Defense Secretary Vargas.
 - A. These officers have been attacked as coup plotters by politicians close to Garcia. The politicians presumably bent on making armed forces a political instrument favoring their interests.
 - B. After retirement, accused officers may launch political counterattacks against Garcia administration.
- II. Circulating among politicians close to Garcia are rumors of official American involvement in alleged military plotting could indicate eventual efforts to blame US for political-military tensions.
 - A. The Philippines is already displaying stubbornly national stic attitude in current diplomatic talks on American bases and in its request for increased military aid.

 I.	parliamentary	government	\$60 005	to be	falling	apart.